

**Candy Mechanics Ltd FILLETED
ACCOUNTS COVER**

Candy Mechanics Ltd

Company No. 09749521

Information for Filing with The Registrar

31 August 2017

Candy Mechanics Ltd
DIRECTORS REPORT
REGISTRAR

The Directors present their report and the accounts for the year ended 31 August 2017.

Principal activities

The principal activity of the company during the year under review was the personalisation of confectionery.

Directors

The Directors who served at any time during the year were as follows:

M.P. Bowcock
C.W. Leigh
S.J. Part
B.W.R. Redford
M.H. Whitby

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out in Part 15 of the Companies Act 2006.

Signed on behalf of the board

C.W. Leigh
Director
25 May 2018

**Candy Mechanics Ltd BALANCE
SHEET REGISTRAR
at 31 August 2017**

Company No. 09749521	Notes	2017 £	2016 £
Fixed assets			
Tangible assets	2	5,084	3,339
		<u>5,084</u>	<u>3,339</u>
Current assets			
Stocks	3	5,000	500
Debtors	4	26,146	8,303
Cash at bank and in hand		62,125	72,698
		<u>93,271</u>	<u>81,501</u>
Creditors: Amount falling due within one	5	(33,856)	(1,876)
Net current assets		<u>59,415</u>	<u>79,625</u>
Total assets less current liabilities		<u>64,499</u>	<u>82,964</u>
Net assets		<u>64,499</u>	<u>82,964</u>
Capital and reserves			
Called up share capital		166	133
Share premium account	6	330,780	130,767
Profit and loss account	6	(266,447)	(47,936)
Total equity		<u>64,499</u>	<u>82,964</u>

These accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies regime of the Companies Act 2006.

For the year ended 31 August 2017 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

As permitted by section 444 (5A) of the Companies Act 2006 the directors have not delivered to the Registrar a copy of the company's profit and loss account.

Approved by the board on 25 May 2018

And signed on its behalf by:

S.J. Part
Director

**Candy Mechanics Ltd NOTES TO
THE ACCOUNTS REGISTRAR
for the year ended 31 August 2017**

1 Accounting policies

Basis of preparation

The accounts have been prepared in accordance with FRS 102 - The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard) and the Companies Act 2006 . There were no material departures from that standard.

The accounts have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and in accordance with the accounting policies set out below. The accounts have been prepared on the going concern basis, on the understanding that the directors and shareholders will continue to financially support the company for the foreseeable future.

Turnover

Turnover is measured at the fair value of the consideration received or receivable. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Revenue from the sale of goods is recognised when all the following conditions are satisfied:

- the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
 - the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
 - the amount of revenue can be measured reliably;
 - it is probable that the economic benefits associated with the transaction will flow to the Company;
- and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Specifically, revenue from the sale of goods is recognised when goods are delivered and legal title is passed.

Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the profit and loss account because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible. The Company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognised on timing differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible timing differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Current or deferred tax for the year is recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax is also recognised in other comprehensive income or directly in equity respectively.

Tangible fixed assets and depreciation

Tangible fixed assets held for the company's own use are stated at cost less accumulated depreciation and accumulated impairment losses.

At each balance sheet date, the company reviews the carrying amount of its tangible fixed assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss.

Depreciation is provided at the following annual rates in order to write off the cost or valuation less the estimated residual value of each asset over its estimated useful life:

Plant and machinery	33.33% Straight line
Furniture, fittings and equipment	33.33% Straight line

Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Costs, which comprise direct production costs, are based on the method most appropriate to the type of inventory class, but usually on a first-in-first-out basis. Overheads are charged to profit or loss as incurred. Net realisable value is based on the estimated selling price less any estimated completion or selling costs.

When stocks are sold, the carrying amount of those stocks is recognised as an expense in the period in which the related revenue is recognised. The amount of any write-down of stocks to net realisable value and all losses of stocks are recognised as an expense in the period in which the write-down or loss occurs. The amount of any reversal of any write-down of stocks is recognised as a reduction in the amount of inventories recognised as an expense in the period in which the reversal occurs.

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method, less impairment losses for bad and doubtful debts.

Trade and other creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

2 Tangible fixed assets

	Plant and machinery	Fixtures, fittings and equipment	Total
	£	£	£
Cost or revaluation			
At 1 September 2016	3,272	902	4,174
Additions	2,524	2,181	4,705
At 31 August 2017	<u>5,796</u>	<u>3,083</u>	<u>8,879</u>
Depreciation			
At 1 September 2016	654	181	835
Charge for the year	1,932	1,028	2,960
At 31 August 2017	<u>2,586</u>	<u>1,209</u>	<u>3,795</u>
Net book values			
At 31 August 2017	<u>3,210</u>	<u>1,874</u>	<u>5,084</u>
At 31 August 2016	<u>2,618</u>	<u>721</u>	<u>3,339</u>

3 Stocks

	2017	2016
	£	£
Raw materials and consumables	<u>5,000</u>	<u>500</u>
	<u>5,000</u>	<u>500</u>

4 Debtors

	2017	2016
	£	£
Trade debtors	4,500	3,030
VAT recoverable	12,077	5,155
Other debtors	3,832	118
Prepayments and accrued income	<u>5,737</u>	<u>-</u>
	<u>26,146</u>	<u>8,303</u>

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